

FISCAL NOTE

Bill #: HB0083

Title: Revise school district tuition payments

Primary Sponsor: Campbell, M

Status: As Introduced

Sponsor signature	Date	David Ewer, Budget Director	Date
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Fiscal Summary

	<u>FY 2006</u> <u>Difference</u>	<u>FY 2007</u> <u>Difference</u>
Expenditures:		
General Fund	\$0	\$336,000
Revenue:		
General Fund	\$0	\$336,000
Net Impact on General Fund Balance:	\$0	\$0

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

Office of Public Instruction:

1. HB 83 changes the funding of tuition for students that attend schools outside of their district of residence because of placement in foster care or group home. The proposal also eliminates some attendance reporting requirements, and clarifies where a district must credit tuition receipts.
2. Under current law, county superintendents pay K-12 tuition for a child who is placed in licensed foster care or group homes outside the student's district of residence by the state or a court. Tuition payments are deducted from countywide elementary or high school equalization accounts by the county before monies are remitted to the state.
3. Under the proposal, the Office of Public Instruction (OPI) will make payments to the school district of attendance. Districts will submit a claim (out-of-district attendance agreement) to OPI at the end of the year of attendance. OPI will make payments from a general fund appropriation in the year following attendance.
4. Payments made by counties in FY 2004 totaled \$336,000. Tuition obligations in future years are anticipated to be about the same.
5. The bill is effective beginning July 1, 2005. It is assumed that OPI will make the first tuition payment under the proposal for school year 2005-2006 attendance, or in FY 2007.

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(continued)

6. For school year 2004-2005 attendance, FY 2005 and FY 2006, the county superintendents will continue to pay tuition using the countywide equalization accounts.
7. The bill includes an appropriation amount of \$336,000 in the FY 2006 – FY 2007 biennium for tuition payments for students that attend schools outside of their district of residence because of placement in foster care or group home.

FISCAL IMPACT:

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
<u>Expenditures:</u>		
Local Government Assistance	\$0	\$336,000
<u>Funding of Expenditures:</u>		
General Fund (01)	\$0	\$336,000
<u>Revenues:</u>		
General Fund (01)	\$0	\$336,000
State Special Revenue (02)		
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	\$0	\$0

TECHNICAL NOTES:

1. Tuition payments are required by statute. In the case of very high cost student services, or an increase of student placements by the state, costs could exceed the appropriation. OPI would have to request a supplemental appropriation to make payments in excess of the appropriation.